LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY**, **MARCH 15, 2005**, upon the application of **EOG RESOURCES, INC**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **James Formation**, **Reservoir A**, in the Logansport Field, and the **James Formation**, **Reservoir B**, in the Spider Field, DeSoto Parish, Louisiana.

- 1. To establish rules and regulations and to create a pattern of drilling and production units for the exploration for and production of gas and condensate from the James Formation, Reservoir A, in the Logansport Field, to be designated JAMES RA SUA through JAMES RA SUD and from the James Formation, Reservoir B, in Spider Field, said units to be designated JAMES RB SUA through JAMES RB SUL.
- 2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within each of the proposed units with each tract sharing in unit production on a surface acreage basis of participation.
- 3. To authorize special field spacing rules for future horizontal wells drilled to the James Formation, Reservoir A, in Logansport Field, and to the James Formation, Reservoir B, in Spider Field, which would provide: (a) that the penetration point and terminus of any lateral of any such horizontal well should be located no closer than 330 feet to any unit boundary; (b) that the distance from any point along the productive portion of any lateral and those unit boundaries which run generally parallel to the direction in which the laterals are drilled should not be less than 660 feet; and, (c) that there be no well spacing limitations between wells other than that accomplished by application of the aforestated provisions.
- 4. To provide that the gas allowable provisions of Statewide Order No. 29-F, LAC 43:XIX.2101 et seq., should not apply to horizontal wells drilled to the James Formation, Reservoir A, in Logansport Field, and to the James Formation, Reservoir B, in Spider Field, but that all such wells should be given an allowable based on the maximum efficient rate (MER) of the well, being the maximum sustainable daily withdrawal rate from the reservoir which will permit economical development and reservoir depletion without causing waste.
- 5. To provide that the Commissioner of Conservation should be authorized to reclassify each of the reservoirs by supplemental order without the necessity of a public hearing if the producing characteristics of such reservoir change and evidence to justify such reclassification is submitted to and accepted by the Commissioner of Conservation.
- 6. To consider such other matters as may be pertinent.

The James Formation, Reservoir A, in Logansport Field, is hereby defined as being that gas and condensate bearing formation encountered between the depths of 5,442 feet and 5,660 feet (electrical log measurements) in the BP America Production Company - Christian No. 2 Well, located in Section 35, Township 12 North, Range 15 West, DeSoto Parish, Louisiana.

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ANSPORT FIELD and SPIDER FIELD 05-208 and 05-209

The James Formation, Reservoir B, in Spider Field, is hereby defined as being that gas and condensate bearing formation encountered between the depths of 5,375 feet and 5,600 feet (electrical log measurements) in the BP America Production Company - Wofford Ball No. 1 Well, located in Section 31, Township 12 North, Range 14 West, DeSoto Parish, Louisiana.

A plat is available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, La 2/1/05;2/4/05 S dnp

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.